

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 2870 - SB 2664

February 26, 2020

SUMMARY OF BILL: Prohibits a health insurance entity from recouping payment from a health care provider until the health insurance entity first exercises its right of subrogation by seeking indemnification from the automobile accident insurance carrier if a health insurance entity makes a payment to a health care provider for services which should have been fully or partially covered under a third-party automobile accident insurance policy that provides health benefits.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumption:

- The proposed legislation will not have any effect on any programs or policies of the Division of TennCare, Division of Benefits Administration, or the Department of Commerce and Insurance; therefore, any fiscal impact is estimated to be not significant.

IMPACT TO COMMERCE:

Other Commerce Impact – Due to multiple unknown factors, an exact impact to commerce cannot be reasonably determined.

Assumptions:

- Tennessee drivers must carry minimum car insurance coverage of \$25,000 per person and \$50,000 per accident in bodily injury liability and uninsured motorist bodily injury.
- Due to multiple unknown factors, such as each individual's coverage amount, the recoupment amount, and how many payments are currently being recouped, an exact impact to commerce or jobs cannot be reasonably determined.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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